GOVERNMENT OF INDIA
MICRO, SMALL AND MEDIUM ENTERPRISES
LOK SABHA

STARRED QUESTION NO:121
ANSWERED ON:14.08.2013
PROCUREMENT POLICY FOR MSME SECTOR
Rathwa Shri Ramsinhbhai Patalbhai

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

(a) the number of Micro, Small and Medium Enterprises (MSMEs) registered in the country and the number out of which owned by SC/ST entrepreneurs including the contribution of the MSME sector to the Gross Domestic Product and manufacturing output in the country;

(b) whether the Government procurement policy for MSME sector gives preference to micro and small units owned by SCs/STs and if so, the details thereof including the lists of items which are mandatorily procured from MSME sector;

(c) whether the Government proposes to provide the same facility to minority owned enterprises;

(d) if so, the details thereof including the number of MSME owned by them and if not, the reasons therefor; and

(e) the extent to which the growth of other industries in the public sector would be affected as a result thereof?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) FOR MICRO, SMALL AND MEDIUM ENTERPRISES (SHRI K.H. MUNIYAPPA)

(a) to(e): A statement is laid on the Table of the House.

Statement referred in reply to parts (a) to (e) of Lok Sabha Starred Question No. 121 for answer on 14.08.2013.

(a): The Government monitors the number of Micro, Small and Medium Enterprises (MSMEs) in Registered Sector by conducting All India Census of the sector periodically. As per the latest census (Fourth Census) conducted (with base reference year 2006-07), wherein the data was collected till 2009 and results published in 2011-12, the number of working MSMEs, in Registered Sector is 15.64 lakh out of which 1.64 lakh MSMEs are owned by SC/ST entrepreneurs.

As per the revised methodology suggested by Central Statistics Office (CSO), Ministry of Statistics and Programme Implementation (MOS&PI), on the basis of the data on Gross Domestic Product (GDP) published by CSO, MOS&PI and final results of the latest census (Fourth Census), the estimated contribution of manufacturing sector Micro, Small and Medium Enterprises (MSME) to GDP during 2010-11 is 7.42%. The estimated contribution of manufacturing sector MSME in manufacturing output of the country during 2010-11 is 38.48%.

(b): Public Procurement Policy for Micro & Small enterprises (MSEs) order 2012, mandates that Central Government Ministries, Departments and Public Sector Undertakings shall procure minimum of 20% of their annual Procurement in value from the goods produced and services rendered by MSEs. Out of 20% target of annual procurement from Micro and Small Enterprises, a sub-target of 20% (i.e. 4% out of 20%) has been earmarked for procurement from MSEs owned by SC/ST entrepreneurs. List of items which are procured mandatorily from MSE Sector is enclosed as Annexure-I.

(c): No such proposal is under consideration.

(d): Does not arise.

(e): The growth of other industries in Public Sector would not be affected.